II. CLAIM AMENDMENTS

1. (Currently amended) A method for generating a PIN, comprising:

generating a number of random binary bits;

determine the least significant bits of said number of bits;

converting the least significant bits to a decimal integer;

shifting the values of the integer by a predetermined constant to produce a shifted integer; and

encoding the shifted integer as bits in a PIN block—in accordance with a standard.

- 2. (Currently amended) The method of claim 1 wherein the shifted integer is encoded in accordance with encoding standard is—ISO 9564-1.
- 3. (Original) The method of claim 1, wherein the number of random bits is sixty-four.
- 4. (Original) The method of claim 1, wherein the number of least significant bits is sixteen.
- 5. (Original) The method of claim 1, wherein the constant is 173845.
- 6. (Original) The method of claim 1 wherein the PIN block includes:

a control field;

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- a PIN length designation field;
- a series of PIN digit field;
- at least one PIN/transaction digit; and
- a series of transaction digit fields.
- 7. (Original) The method of claim 6, wherein each PIN digit field represents a binary number having a decimal value of from zero to nine.
- 8. (Original) The method of claim 6, wherein the control field is the binary number 0001.
- 9. (Original) The method of claim 6, wherein the PIN length field contains a binary number having a decimal value of four, five or six.
- 10. (Original) The method of claim 6, wherein the at least one PIN/transaction digit is determined in accordance with PIN length.
- 11. (Original) The method of claim 6, wherein the transaction digit fields are each four bit binary fields representing a decimal digit of zero to nine.
- 12. (Original) The method of claim 1 wherein the generating of the number of random binary bits is done by using a pseudo random number generator.

13. (Currently amended) A method for managing security of a PIN used to provide access to a secure device, comprising:

choosing the PIN by:

generating a number of random binary bits;

determining the least significant bits of the number of random binary bits;

converting the least significant bits to a decimal integer;

shifting the values of the integer by a predetermined constant to produce a shifted integer; and

encoding the shifted integer as bits in a PIN block in accordance with an encoding standard;

the method also including:

storing an encrypted version of the PIN in the device; and

communicating the PIN to a user of the device via a <u>first</u> communication channel separate and apart from a <u>second</u> <u>communication</u> channel used to provide the device to the user.

- 14. (Currently amended) The method of claim 13, wherein said the first communication channel is a secure channel.
- 15. (Original) The method of claim 14, further comprising using encryption to render said communication channel secure.
- 16. (Original) The method of claim 13, wherein the user of said device chooses said PIN.

- 17. (Original) The method of claim 16, wherein a manufacturer of said device causes said encrypted version of said PIN to be stored in said device.
- 18. (Original) The method of claim 17, further comprising the manufacturer retaining a record of said PIN.
- 19. (Original) The method of claim 17, further comprising said manufacturer discarding all records of said PIN.
- 20. (Original) The method of claim 13 wherein said PIN is chosen using a random process.

21. (Cancelled)

- 22. (Currently amended) The method of claim 21 claim 13, wherein a manufacturer of said device causes said encrypted version of said PIN to be stored in said device.
- 23. (Original) The method of claim 22, further comprising the manufacturer retaining a record of said PIN.
- 24. (Original) The method of claim 22, further comprising said manufacturer discarding all records of said PIN.
- 25. (Original) The method of claim 13, wherein said device stores the value of funds.
- 26. (Original) The method of claim 13, wherein said device is a postal security device.
- 27. (Currently amended) A method for resetting a PIN in a secure device comprising:

(a) sending a message to a data center having an original PIN for said device, said message including authorization data indicative of at least one of the device and an authorized user of said device,

informing a the authorized user of a remaining number of reset operations, and

(b)—securely communicating the original PIN to the location of the device.

- 28. (Original) The method of claim 27, wherein the device has a current PIN, further comprising replacing the current PIN with the original PIN.
- 29. (Original) The method of claim 27, wherein the communicating of the original PIN comprises:

sending the original PIN to the user of the device; and

the user of the device entering the original PIN into the device.

30. (Currently amended) The method of claim 27 wherein at least one of (a) sending a message to a data center and (b) securely communicating the original PIN are performed using at least one of a secure communication channel and secure communication techniques.